IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF TEXAS SAN ANTONIO DIVISION

IN RE:

*

HTG REAL PROPERTY MANAGEMENT *

BANKRUPTCY NO. 09-53282 CHAPTER 11 PROCEEDING

INC

*

DEBTOR IN POSSESSION

APPLICATION TO USE CASH COLLATERAL

TO THE HONORABLE JUDGE OF SAID COURT:

Comes now HTG REAL PROPERTY MANAGEMENT INC, Debtor In Possession, by and through its attorney of record, Steven G. Cennamo, and would show the court as follows:

- 1. Debtor filed a Petition for Relief under Chapter 11 of the United States Bankruptcy Code on or about August 27, 2009.
- 2. Debtor is or will be in possession of alleged cash collateral, which is rent collected from real property owned by debtor.
- 3. Debtor, in order to continue to operate its business, pay operating expenses and to pay utility bills and to fund the plan, needs to utilize this cash collateral.
 - 4. The following creditors assert an interest in the aforesaid cash collateral:

AR Utilities 2330 Schuwirth Rd Converse, TX 78109

First National Bank 7925 N. New Braunfels San Antonio, TX 78209

Holt Texas Ltd d/b/a Holt Cat 3302 S WW White Rd.

San Antonio, TX 78222

Jacobs Family Trust c/o Eric D. Sherer 11124 Wurzbach Rd., Suite 100 San Antonio, TX 78230

- 5. The indebtedness claimed by First National Bank is primarily monies owed to the creditor for money loaned. A lien is claimed on rent due to liens allegedly created in recorded Deeds of Trust on certain tracts of real property.
- 6. The indebtedness claimed by AR Utilities, Holt Texas Ltd., and Jacobs Family Trust (hereinafter the "Judgment Creditors") is primarily monies owed to the creditors based upon judgments entered against Debtor. The alleged liens are based upon Abstract of Judgments recorded in the real property records of Bexar County within 90 days of the Chapter 11 case being filed and/or turnover orders obtained against debtor within 90 days of the Chapter 11 case being filed. Debtor asserts that said alleged liens are preferential transfers and disputes that either the recorded abstract of judgments or the turnover orders create a lien on rent.
- 7. Debtor proposes providing adequate protection to these creditors by granting First National Bank a first position lien on post petition rent from the real property on which it has a lien to the extent a pre-petition lien exists. Debtor proposed providing adequate protection to the Judgment Creditors by granting the Judgment Creditors a lien on post petition rent from the real property on which First National Bank does not have a lien and on which they have a lien in the order in which the abstract of judgments were recorded to the extent a pre-petition lien exists and/or the lien is not set aside as a preferential transfer.

WHEREFORE, PREMISES CONSIDERED, Debtor requests an expedited hearing on Debtor's proposed action and that it be authorized to use said cash collateral to continue daily *Page 2*

operations.

Respectfully submitted,

STEVEN G. CENNAMO 2929 Mossrock, Suite 117 San Antonio, TX 78230 (210) 979-9299

(210) 342-3633 (Fax) State Bar No. 04045600

ATTORNEY FOR DEBTOR

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Application to Use Cash Collateral has been telecopied, delivered by ECF or delivered by U.S. Mail to the following creditors and parties in interest and by U.S. Mail to all other creditors and parties in interest on the attached Exhibit "A" on this the 30th day of August, 2009:

HTG Real Property Management Inc 24165 W. IH 10 Suite 217-408 San Antonio, TX 78257

VIA US MAIL

U.S. TRUSTEE P.O. BOX 1539

VIA ECF

SAN ANTONIO, TEXAS 78212

AR Utilities

VIA US MAIL

2330 Schuwirth Rd Converse, TX 78109

VIA US MAIL

First National Bank 7925 N. New Braunfels San Antonio, TX 78209

VIA US MAIL

Holt Texas Ltd d/b/a Holt Cat

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3302 S WW White Rd. San Antonio, TX 78222

Jacobs Family Trust c/o Eric D. Sherer 11124 Wurzbach Rd., Suite 100 San Antonio, TX 78230

TELECOPIED 696-9675

Kathleen Hurren Attorney for AR Utilities 2008 N.W. Military Highway San Antonio, TX 72813

TELECOPIED 341-6939

First National Bank c/o Eric D. Sherer 11124 Wurzbach Rd., Suite 100 San Antonio, TX 78230

TELECOPIED 696-9675

Karla R. Pascarella Attorney for Holt Texas Ltd. Barton, East & Caldwell, L.L.P. One Riverwalk Place, Suite 1825 700 North St. Mary's Street San Antonio, TX 78205

TELECOPIED 255-8999

STEVEN G. CENNAMO

HTG REAL PROPERTY MANAGEMENT INC BANKRUPTCY NO. 09-53282 All creditors and parties in interes Exhibit "A"	Adolfo Berjarano 16311 Ventura Blvd., #1210 Encino, CA 91436	ADT Security Services P.O. Box 55120 Jacksonville, FL 32255
Airtron 13718 Lookout Road San Antonio, TX 78233	Allen Vargas 46 Los Fells Drive Pomona, CA 91766	Allied Waste Services 4542 SE Loop 410 San Antonio, TX 76111
American Automatic Sprinklers 1223 Safari San Antonio, TX 78216	Andrew Nguyen Catherine Nguyen 16059 Sunshine Ave. Chino, CA 91708	AR Utilities 2330 Schuwirth Rd Converse, TX 78109
Attorney General of the U.S. Main Justice Bldg., Room 5111 10th & Constitution Ave. Washington, D.C. 20530	Attorney General of the U.S. 10th & Constitution #5111 Washington, DC 20530	Ava Teherani 18340 Ventura Blvd. #214 Tarzana, CA 91350
Ball & Weed 1001 Reunion Pl Blvd. Suite 600 San Antonio, TX 78216	Ben Lie & Jie Tang 8072 Gragadio Dr. #2 Huntington Beach, CA 92628	Bruce Neyland 14250 Northbrook Drive Suite 150 San Antonio, TX 78232
Cortez Custom Cabinets 910 E. Lee Pharr, TX 73577	David Goldberg 4243 W. Sarah St Burbank, CA 91505	Double H. Landscaping P.O. Box 829 La Coste, TX 78030
Edward J. Arriola Sr. Randal Arriola 3275 West Ina Road, Suite 125 Tucson, AZ 85741	Eric D. Sherer 11124 Wurzbach Rd., Suite 100 San Antonio, TX 78230	Ernesto Silva 3428 Mainve Ave. Baldwin Park, CA 94501
First National Bank of Edinburg 7925 N. New Braunfels San Antonio, TX 78209	Frantz Kenol Cynthia Kenol 6579 Prestwick Dr. Highland, MD 20777	Frost Geo Sciences 13402 Western Oak Helotes, TX 78023
Woodland Hill, CA, 012.67	Gravel Supply P.O. Box 240935 San Antonio, TX 78224	Guerrero CPA 1503 Jones Maltsberger #102 San Antonio, TX 78216
an Antonio TV 79210	Hollywood Crawford 11234 Gordon Road San Antonio, TX 78216	Holt Caterpillar 3302 S WW White Rd. San Antonio, TX 78222

Internal Revenue Service P. O. Box 21126 Philadelphia, PA 19114	Internal Revenue Service (CH 11 Special Procedures Staff STOP 5022 AUS 300 E. 8th St.	Internal Revenue Service (Ch 11) P.O. Box 21126 Philadelphia, PA 19114
Islas Air Conditioning 1416 Culebra Road San Antonio, TX 78237	Austin, TX 78701 Jerry Wilke Survey P.O. Box 16034 San Antonio, TX 78280	Joseph Stahl c/o John O'Connor Prudential Classic Realty
Julio Francisco Flores 20145 San Vincente Circle Walnut, CA 91789	Karla R. Pascarella One Riverwalk Place, Suite 1825 700 North St. Mary's Street San Antonio, TX 78205	21750 Hardy Oak San Antonio, TX 78258 Kathleen Hurren 2008 N.W. Military Highway San Antonio, TX 72813
Kenneth Grubbs 4241 Woodcock Drive San Antonio, TX 78228	Linda Lockwook P.O. Box 2711 Capistrano Beach, CA 92624	Manuel & Martha Luna 8211 Tyrone Ave. Panorama City, CA 91402
Manuel & Stacey Martinez 3114 Fernside Blvd. Alameda, CA 94501	Maria & Elain Dobesh 2020 Briarwood Dr. Santa Clara, CA 95051	Mauricio Bejarano 16311 Ventura Blvd #1210 Encino, CA 91436
McCoy's Building & Supply Center 1200 IH 35 North San Marcos, TX 78667	Michael A. Derse 2188 Arleen Way San Jose, CA 95130	Paul M, Smith Kimberly K. St. Onge 3275 West Ina Road, Suite 125 Tucson, AZ 85741
Paul Payam Kohanbash 1466 S. Shenandoah Street Los Angelos, CA 90035	Pro-Vigil 4710 Perrin Creek Suite 300 San Antonio, TX 78217	Rick Lee 5413 Cheyenne Street Antioch, CA 94531
Roxanne Whitehouse 16059 Sunshine Ave. Chino, CA 91708	Salvador L. & Linda Galvez 580 Meadow Pass Hts Walnut, CA 91789	San Antonio National Bank c/o Scott Farrimon 112 East Pecan Street, Ste 700 San Antonio, TX 78205
andra Crow 525-4-1 Dal Mar Heights Road an Diego, CA 92130	Security Fire Systems P.O. Box 577 Coppell, TX 75019	Silvio Brigliadoro Eduardo Barillas 5431 Skyloft Dr.
tanley Salah 50 Creekside Lane Iorgan Hill, CA 95037	Steven Gross 2318 NW Military Highway San Antonio, TX 78231	Riverside, CA 92509 Stone & Soil 26923 IH 10 W Boerne, TX 78006

Sylvia S. Romo, CPA Bexar County Assessor-Collector P.O. Box 839950 San Antonio, Texas 78283-3950

The Minkov Family Trust c/o Eric D. Sherer 11124 Wurzbach Rd., Suite 100 San Antonio, TX 78230

United States Attorney- IRS 601 N.W. Loop 410, Suite 600 San Antonio, TX 78216-5512

TCL Construction 1131 Babcock Rd, #150 San Antonio, TX 78201

TopNotch Electric 5496 Old Highway 90 W San Antonio, TX 78227

Veronica Lopez-Moore Paul A. Moore P.O. Box 91557 Tucson, AZ 85757 The Jacob Family Trust 16 Crockett Ivin, CA 92620

U.S. Attorney/IRS 601 N. W. Loop 410, Suite 600 San Antonio, Texas 78295-1539